

GENERAL ASSEMBLY OF NORTH CAROLINA

Session 2013

Legislative Fiscal Note

BILL NUMBER: House Bill 1119 (First Edition)

SHORT TITLE: Credit for School Supplies.

SPONSOR(S): Representative Malone

FISCAL IMPACT					
(\$ in millions)					
	<input checked="" type="checkbox"/> Yes	<input type="checkbox"/> No	<input type="checkbox"/> No Estimate Available		
	FY 2014-15	FY 2015-16	FY 2016-17	FY 2017-18	FY 2018-19
State Impact					
General Fund Revenues:	(26.0)	(26.0)	(26.0)	(26.0)	(26.0)
General Fund Expenditures:					
Special Fund Revenues:					
Special Fund Expenditures:					
State Positions:					
NET STATE IMPACT	(\$26.0)	(\$26.0)	(\$26.0)	(\$26.0)	(\$26.0)
Local Impact					
Revenues:					
Expenditures:					
NET LOCAL IMPACT	\$0.0	\$0.0	\$0.0	\$0.0	\$0.0
PRINCIPAL DEPARTMENT(S) & PROGRAM(S) AFFECTED: North Carolina Department of Revenue					
EFFECTIVE DATE: Taxable years beginning on or after January 1, 2014					
TECHNICAL CONSIDERATIONS: None					

BILL SUMMARY:

The bill provides a credit against income tax to a teacher that purchases school supplies or school instructional materials for use in the classroom. The credit is equal to the lesser of the cost of the supplies or materials purchased or \$250. The credit cannot exceed the taxpayer's income tax liability for the taxable year.

ASSUMPTIONS AND METHODOLOGY: The estimate assumes that all public and private school teachers will take the \$250 credit. There are about 104,000 school teachers eligible for the

credit. The estimated number of teachers is based on information provided in the Highlights of the North Carolina Public School Budget published by the Department of Public Instruction, and in North Carolina Private School Statistics published by the Department of Administration's Division of Non-Public Education.

SOURCES OF DATA: NC Department of Public Instruction, NC Department of Administration Division of Non-Public Education

TECHNICAL CONSIDERATIONS: None

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DATE: May 20, 2014



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